

23 September 1952

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MEMORANDUM FOR: Director of Central Intelligence

25X1A SUBJECT : [REDACTED]

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1. While your approval of the project for an [REDACTED] author- 25X1A
ized leasing at .90 per square foot, you directed that we strongly consider con-
demnation proceedings if we were unable to negotiate at not to exceed .85 per
square foot.

2. The best deals that our people and General Services Administration have
been able to negotiate are:

- a. A five-year lease at .84 per square foot.
- b. A three-year lease at .87-1/2 per square foot
with an option to lease for two additional
years at .80 per square foot, which would make
our five year average .84-1/2 per square foot.
- c. In addition, the owner has now agreed to make
certain alterations which are necessary for our
purposes and which will cost him an estimated
\$15,000. This is equivalent to a reduction of
.02-1/2 per square foot for a three year period.

3. Insofar as condemnation proceedings are concerned, we could condemn.
The cost is estimated to be in excess of \$1,000,000. In addition, it would be-
come our responsibility to find the present tenant another warehouse and arrange
for his removal.

4. GSA advised us this morning that the [REDACTED] had offer- 25X1A
ed the owner more money and that they could not keep the present offer open with
the owner beyond 1300 hours today. GSA does not believe that we will find com-
parable facilities at a better price. Due to your absence I was unable to dis-
cuss this with you, but in view of the foregoing and the fact that the difference
between .85 and .87-1/2 per square foot amounts to only \$5,000 a year, I author-
ized GSA to proceed with this lease for three years at .87-1/2 per square foot
with a renewable option for an additional two years at .80 per square foot.

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L. K. WHITE
Acting Deputy Director
(Administration)

cc: Procurement & Supply Office

ADD/A:LKW:laq

✓ADD/A chrono

ADD/A sub: "Projects - 25X1A [REDACTED]"